## 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 1 of 10

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

In re Lexington Precision Corporation	n and Lexington Rubber Group, Inc	Case No. 08-11153 & 08-11156
Debtor	Re	teporting Period: December 2009

Federal Tax I.D. # 22-1830121 & 13-3525759

#### PRELIMINARY CORPORATE MONTHLY OPERATING REPORT - December 2009

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	Waived**
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CON'T)	No	Waived**
Copies of bank statements		No	Waived**
Cash disbursements journals		No	Waived**
Statement of Operations	MOR 2	Yes	Consolidated Statement of Operations
Reorganization items paid	MOR-2 (Cont.)	Yes	No explanation necessary.
Balance Sheet	MOR-3	Yes	Consolidated Statement of Operations
Status of Post-petition Taxes	MOR-4	Yes	No explanation necessary.
Copies of IRS Form 6123 or payment receipt		No	Waived**
Copies of tax returns filed during reporting period		No	Waived**
Summary of Unpaid Post-petition Debts	MOR-4	Yes	No explanation necessary.
Listing of Aged Accounts Payable		No	All post-petition accounts payable are current.
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Taxes Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Payments to Insiders and Professional	MOR-6	Yes	No explanation necessary.
Post Petition Status of Secured Notes	MOR-6	Yes	No explanation necessary.
Debtor Questionnaire	MOR-7	Yes	No explanation necessary.

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Signature of Authorized Individual\*

Printed Name of Authorized Individual Dennis J. Welhouse
Senior vice President and CFO

Date
February 12, 2010

Date
February 12, 2010

<sup>\*</sup>Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

<sup>\*\*</sup> Inclusion of this and certain other information has been waived per discussions with Official Creditors' Committee and the Office of the United States Trustee.

# 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 2 of 10

In re Lexington Precision Corporation	Case No. 08-11153
Debtor	Reporting Period: December 2009

### SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

	BANK ACCOUNTS				
	OPER	PAYROLL	TAX	OTHER	CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
ACCOUNT NUMBER (LAST 4)					,
CASH BEGINNING OF MONTH					
RECEIPTS ACCOUNTS RECEIVABLE					1 201 140 05
DIP LOANS					1,381,148.95
					-
OTHER: Premier Tool and Die OTHER: Miscellaneous Receipts					26,509.06
-					1,407,658.01
TOTAL RECEIPTS					1,407,038.01
DISBURSEMENTS NET PAYROLL					
PAYROLL TAXES					<del> </del>
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES INSURANCE					<del> </del>
ADMINISTRATIVE					<del> </del>
SELLING					<del> </del>
OTHER (ATTACH LIST)					<del> </del>
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					_
PROFESSIONAL FEES					_
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
TOTAL DISBURSEMENTS					2,257,207.79
TOTAL DISBURSEIVIENTS					2,231,201.19
NET CASH FLOW					
(RECEIPTS LESS DISBURSEMENTS)					
(RECERTS EESS DISDURSEMENTS)					
CASH – END OF MONTH					

 $<sup>\</sup>ast$  COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

#### THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	\$2,257,207.79
LESS: TRANSFERS TO OTHER DEBTOR IN	\$0.00
POSSESSION ACCOUNTS	ψ0.00
PLUS: ESTATE DISBURSEMENTS MADE BY	\$0.00
OUTSIDE SOURCES (i.e. from escrow accounts)	φυ.υυ
TOTAL DISBURSEMENTS FOR CALCULATING U.S.	¢2 257 207 70
TRUSTEE QUARTERLY FEES	\$2,257,207.79

# 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 3 of 10

In re Lexington Rubber Group, Inc.	Case No. 08-11156
Debtor	Reporting Period: December 2009

#### SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

	BANK ACCOUNTS				
	OPER	PAYROLL	TAX	OTHER	CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
ACCOUNT NUMBER (LAST 4)					
CASH BEGINNING OF MONTH					
RECEIPTS					4 400 477 04
ACCOUNTS RECEIVABLE					4,608,275.06
DIP LOANS					-
OTHER: Cobra					-
OTHER: Miscellaneous Receipts					20,609.73
TOTAL RECEIPTS					4,628,884.79
DISBURSEMENTS					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
TOTAL DISBURSEMENTS					3,790,715.63
NET CASH FLOW					
(RECEIPTS LESS DISBURSEMENTS)					
CASH – END OF MONTH					

 $<sup>\</sup>ast$  COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

#### THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	\$3,790,715.63
LESS: TRANSFERS TO OTHER DEBTOR IN	\$0.00
POSSESSION ACCOUNTS	ψ0.00
PLUS: ESTATE DISBURSEMENTS MADE BY	\$0.00
OUTSIDE SOURCES (i.e. from escrow accounts)	φυ.υυ
TOTAL DISBURSEMENTS FOR CALCULATING U.S.	Ф2 700 71 <i>5 (</i> 2
TRUSTEE QUARTERLY FEES	\$3,790,715.63

# PRELIMINARY UNAUDITED

LEXINGTON PRECISION CORPORATION - CONSOLIDATED

December 2009

## CONSOLIDATED STATEMENTS OF EARNINGS

MONTH

in thousands of dollars

Case no's 08-11153 & 08-11156	MONTH		
	Actual		
Gross sales Returns	4,385 40	101.2 % 0.9	
Discounts & allowances Net sales	4,331	100.0	
Cost of sales: Material cost Direct labor	1,580 555	36.5 12.8	
Factory overhead (1) Total	2,235 4,370	51.6 100.9	
Gross profit	(39)	(0.9)	
Selling, general & admin. expense: Marketing & sales General & administrative (2) Total	66 685 751	1.5 15.8 17.3	
Operating profit	(790)	(18.2)	
Nonoperating expense (income): Interest expense (3) (4) Interest (income) Other (income) expense (5) Total	649 (4) (199) 446	15.0 (0.1) (4.6) 10.3	
Earnings (loss) before taxes	(1,236)	(28.5)	
Income taxes	(18)	(0.4)	
Earnings (loss) from continuing operations	(1,218)	(28.1)	
Income (loss) from discontinued operations	(45)	(1.0)	
Net income (loss)	(1,263)	(29.2) %	
EBITDA: Operating Profit Depreciation	(790) 386	(18.2) % 8.9	
Amortization (operating only) EBITDA	16 (388)	0.4 (9.0) %	
Other Data & Statistics: Average number of employees (#) Sales per employee (\$)	493 105	NA NA	

<sup>(1)</sup> Factory overhead includes \$40,000 of expenses incurred in connection with the Company's plan to close its facility in Vienna, Ohio, and move the production to its other rubber molding facilities.

<sup>(2)</sup> Includes \$416,000 of expenses incurred in connection with the company's efforts to refinance and or restructure the Company during December 2009.

<sup>(3)</sup> Excludes interest expense of \$14,000 allocated to discontinued operations for the month of December 2009.

<sup>(4)</sup> Includes \$148,000 of interest on missed interest payments for the holders of the Company's unsecured debt and \$35,000 of interest for the holders of the Company's DIP loan.

<sup>(5)</sup> This gain represents the insurance proceeds received in excess of the book value of that portion of the Company's building in Rock Hill, South Carolina, that was destroyed by a fire in November 2008.

In re Lexington Precision Corporation - Consolidated	Case No.	08-11153 & 08-11156	
Debtor	Reporting Period:	December 2009	

REORGANIZATION ITEMS		
Professional Fees		
Stout Risius Ross, Inc.	81,602.41	
Andrews Kurth		
Weil, Gotshal & Manges LLP	120,769.88	
W.Y. Campbell & Company	42,115.45	
Nixon Peabody		
Goldin Associates	3,297.44	
U. S. Trustee Quarterly Fees - LRG		
U. S. Trustee Quarterly Fees - LPC		
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - DIP Cash (see	3,507.08	
continuation sheet)		
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - Operating Cash (see	193.43	
continuation sheet)		
Gain (Loss) from Sale of Equipment		
Other Reorganization Expenses (attach schedule)		
DIP Interest	33,333.34	
CapitalSource Reimbursement	58,889.02	
Epiq Bankruptcy Solutions, LLC		
Intralinks, Inc.		
AccuVal Associates, Inc.		
Total Reorganization Expenses		
Income Taxes		
Net Profit (Loss)		

<sup>\*&</sup>quot;Insider" is defined in 11 U.S.C. Section 101(31).

#### BREAKDOWN OF "OTHER" CATEGORY

OTHER COSTS	
OTHER OPERATIONAL EXPENSES	
OTHER INCOME	
OTHER EXPENSES	
OTHER REORGANIZATION EVENING	
OTHER REORGANIZATION EXPENSES	

#### **Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:**

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

Actual

#### **PRELIMINARY UNAUDITED**

#### **LEXINGTON PRECISION CORPORATION - CONSOLIDATED**

December 2009

#### **CONSOLIDATED BALANCE SHEETS**

in thousands of dollars

**ASSETS** 

#### Case no's 08-11153 & 08-11156

<u></u>	7101441
O month and the	
Current assets:  Cash	4 604
Marketable securities	4,621 155
Accounts receivable	7,026
Inventories	8,020
Prepaid expenses and other current assets	2,088
Deferred income taxes	2,000
Current assets of discontinued operations	35
Total current assets	21,945
Plant & equipment	
Land	2,168
Buildings	11,123
Machinery & equipment	103,461
	116,752
Accumulated depreciation	102,570
Plant & equipment, net	14,182
Plant & equipment of discontinued operations, net	1,143
Goodwill	7,623
Deferred financing expenses	7,023
Other assets	1,440
Cirior addete	1,110
	46,333
	46,333
LIABILITIES & SHAREHOLDERS' DEFICIT	46,333
	46,333
Current liabilities:	
Current liabilities: Accounts payable	10,192 (1)
Current liabilities: Accounts payable Accrued income taxes	10,192 (1)
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense	10,192 (1) 4 19,106
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest	10,192 (1) 4 19,106 3,108 (2)
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt	10,192 (1) 4 19,106 3,108 (2) 18,429 (3)
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD Current liabilities of discontinued operations	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1)
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923
Current liabilities: Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD Current liabilities of discontinued operations Total current liabilities	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1)
Current liabilities:  Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD Current liabilities of discontinued operations Total current liabilities  Long-term debt, net of current portion	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:  Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD Current liabilities of discontinued operations Total current liabilities  Long-term debt, net of current portion Long-term portion of post-retirement obligation	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:  Accounts payable Accrued income taxes Accrued interest expense Accrued expenses, excluding income taxes and interest Short-term debt Current portion of LTD Current liabilities of discontinued operations Total current liabilities  Long-term debt, net of current portion	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion     Long-term portion of post-retirement obligation Other long term liabilities	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion     Long-term portion of post-retirement obligation Other long term liabilities	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion     Long-term portion of post-retirement obligation Other long term liabilities Deferred income taxes	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion Long-term portion of post-retirement obligation Other long term liabilities Deferred income taxes  Shareholders' deficit:     Common stock     Add'l paid-in-capital	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042  - 228 82 - 1,247 13,205
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion     Long-term portion of post-retirement obligation Other long term liabilities Deferred income taxes  Shareholders' deficit:     Common stock     Add'l paid-in-capital     Accumulated deficit	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042  - 228 82 - 1,247 13,205 (71,412)
Current liabilities:     Accounts payable     Accrued income taxes     Accrued interest expense     Accrued expenses, excluding income taxes and interest     Short-term debt     Current portion of LTD     Current liabilities of discontinued operations     Total current liabilities  Long-term debt, net of current portion Long-term portion of post-retirement obligation Other long term liabilities Deferred income taxes  Shareholders' deficit:     Common stock     Add'l paid-in-capital	10,192 (1) 4 19,106 3,108 (2) 18,429 (3) 51,923 280 (1) 103,042  - 228 82 - 1,247 13,205

- (1) As of December 31, 2009, accounts payable includes prepetition accounts payable in the amount of \$5,432,000 and \$1,657,000 of billings from attorneys, investment advisors and other fees and expenses incurred in connection with the Company's filing under chapter 11 of the Bankruptcy Code. At December 31, 2009, current liabilities of discontinued operations included prepetition accounts payable in the amount of \$174,000.
- (2) As of December 31, 2009, accrued expenses includes \$295,000 of fees and expenses accrued in connection with the Company's fiing under chapter 11.
   (3) Includes revolving line of credit in the amount of \$14,219,000, the DIP loan in the amount of \$4,000,000, and insurance
- premium financing in the amount of \$210,000.

46,333

# 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 7 of 10

Lexington Precision Corporation - Consolidated Case No. 08-11153 & 08-11156

Status of Post-Petition Taxes December 2009

February	December 2009	12/2	12/3	12/9	12/10	12/14	12/16	12/17	12/23	12/24	12/30	12/31	Totals
Page		070.07											
Search   1968													
Company   Comp		-							-				837.12
Total Federal Lords		203.20	12,349.58		20,316.84	26,985.70		18,011.59		22,524.04		7,913.86	143,301.02
Separation   Sep		742.05	- 44 550 20							- 64 205 00		41.012.27	
March   Marc	Total Federal Taxes	743.95	44,000.20	(210.16)	00,331.23	00,420.20	(173.40)	30,037.49	(207.97)	04,200.90	00,034.73	41,912.21	405,090.40
Marcial   Marc													
Demonst   1988													
Manifering   Man		-									3,372.22		25,700.62
Chemistry   Chem		-	246.97	-	391.43	132.00		370.54					2,091.72
Marchigner   1982   1982   1983   1984   1983   1984   1985   1984   1985   1	Other:	-	-	-	-	-	-	-	-	-	-	-	-
Internet   Part   Par													
Real Property		-		-		1,744.34	-		-				
Other Children Charles		-	-	-	-	-	-	-	-	-	-		- 1,201.70
Windows   Section   Sect	Other: DI	-	-	-	-	-	-	-	-	-	-	-	-
Demontporment		00.40	400 50	404.00	050 70	0.570.40	450.54	050.75	244.24	.==	0.045.00	000.04	0.500.74
Rail Proparty Other Company Market Company Com		92.40		191.90			156.54		241.91		3,845.90		
Part		-	-	-	-	-	-	-	-	-	-	-	
Windlard	Other:	-	-	-	-	-	-	-	-	-	-	-	-
Benefityment   See   S													
Real Property		-	-	-	-	-	-	-	-	-	-	-	-
Control   Cont		-	-	-		-	-	-	-	-	-	-	-
Methoding	Other:	-	-	-	-	-	-	-	-	-	-	-	-
Linear   L			0.700.77		4 000 00	0.440.40		4 000 70		F 4 40 00	0.500.00	4 000 04	05 400 40
Real Properly Unemployment Real Properly Unemployment Real Properly Real Real Real Properly Real Real Real Real Real Real Real Real		-		-		3,110.13	-		-				25,436.43 1,991.11
Chem	Real Property	-		-	-	-	-	-	-	-	-		,501.11
Withouting		-	-	-	-	-	-	-	-	-	-	-	-
Unemployment		_	_	_	_		_	_	_	_	_	_	_
Real Property The - Femansee The - F		-	-	-	-	-	-	-	-	-	-	-	-
The renease Withouthing	Real Property	-	-	-	-	-	-	-	-	-	-	-	-
Withoding		-	-	-	-	-	-	-	-	-	-	-	-
Unemployment   Section Caroline   Section Carolin		_	_	_	_		_	_	_	_	_	_	_
SC-Sucht Carolina Withfolding		-	-	-	-	-	-	-		-	-	-	-
Withouting		-	-	-	-	-	-	-	-	-	-	-	-
Compress													
Real Property		-	-	-	-	-	-	-	-	-	-	-	-
BR-Brewster VLG, OH CA- Canton Clty, OH CO- Columbiana, OH CC- Columbi		-	-	-	-	-	-	-	-	-	-	-	-
CA- Caten City, OH  CS - Col Jan, OH  CS - CO S. CON  GS - CO S. CON  GR - Green City, OH  GR - Green City, OH  MD - McDonald VII, OH  MD - McDonald VII, OH  MD - McDonald VII, OH  TO - NO Canton City, OH  MD - McDonald VII, OH  TO - NO Canton City, OH  No - NO Canton City, OH  TO - NO Canton City, OH  No - NO Canton Ci		-		-		-	-		-		-		60.93
CO - Columbiana, OH CS - Col SQ), OH GI - Girard City, OH GI - Girard Ci		-	4.28	-	11.74	-	-	11.74	-	11.80	-	16.80	56.36
GI-Girad City, OH  GR- Green City, OH  HU - Hubbard City, OH  No- McDonad Vil, OH  No- McDonad Vil, OH  No- McDonad Vil, OH  No- McDonad Vil, OH  No- No Canton Ci, OH  No Canton Ci, OH		-	-	-	-	-	-	-	-	-	-	-	-
GR - Green City, OH HU - Hubbard City, OH ND - McDonald Vii, OH NG - NG Cannor Ci, OH NF - New Franklin, OH NI - Niles City, O		-	-	-	-	-	-	-	-	-	-	-	-
HU-Hubbard City, OH  Mo-McDand Vil, OH  No-McDand Vil, OH  No-Nc Cartion Ci, OH  No-Nc No Farith Riv, OH  No-Nc No Farith		-	-	-	-	44.67	-	-	-	-	44.67	-	80.34
NC - No Canton Ci, OH NF - New Franklin, OH		-	-	-	-	-	-	-	-	-	-	-	-
NF - New Franklin, OH  NI-Niles CLY, OH  NI-Nile		-	-	-	-	20.68	-	-	-	-	-	-	20.68
NI- Niles City, OH NP- New Philadel, OH PR- New Philadel, OH PR- Pepper Pike PP- Pepper Pike P		-	269	-	724	-	-	7.24	-	724		269	27.09
NP - New Philladel, OH PP - Pepper Pike		11.70	-	18.28	-		16.94	- 1.24	26.06	-		- 2.00	87.97
PY - Pymatuming T, PA SH - Sharon City, PA SL - Springfield LS, OH SP - Sharpsville, PA ST - Struthers Ci, OH SW - Stow City, OH WA - Warren City, OH YT - Youngstown C, OH Total Payroll Taxes  SA Dept. of Revenue - Sales and Use Tax - Nov. '09 Pickens County GA - Property Tax New York State Sales and Use Tax  Total Non Payroll Taxes  115,129.05  - 11	NP - New Philadel, OH	-	-	-	-		-	-	-	-	22.23	-	44.46
SH - Sharon City, PA SL - Springfield LS, OH SP - Sharpsville, PA ST - Struthers Ci, OH WA - Warren City, OH WA - Warren City, OH Total Payroll Taxes  A84.05 53,628.54 80,173.70 71,685.57 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  Non-Payroll Taxes  GA Dept. of Revenue - Sales and Use Tax - Nov. '09 Rew York State Sales and Use Tax  Total Non Payroll Taxes  115,129.05 - 11,671.65 - 12,057.95 - 1 2,057.95 - 1		-	-	-	-	86.52	-	-	-	-	86.52	-	173.04
SL - Springfield LS, OH SP - Sharpsville, PA ST - Struthers Ci, OH SW - Stow City, OH WA - Warren City, OH Total Payroll Taxes  A 84.05 53,628.54		-	-	-	-	-	-	-	-	-	-	-	-
ST- Struthers Ci, OH SW - Stow City, OH WA - Warren City, OH YT - Youngstown C, OH Total Payroll Taxes  848.05 53,628.54 210.18 13,822.45 11,259.37 173.48 12,509.26 267.97 13,289.17 12,726.63 8,500.92 81,941.77  Total Payroll Taxes  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  Non-Payroll Taxes  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  Non-Payroll Taxes  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.70 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25  848.05 53,628.54 2 80,173.70 71,685.57 71,346.75 77,575.70 81,361.37 81	SL - Springfield LS, OH	-	-	-	-	-	-	-	-	-	-	-	-
SW - Stow City, OH WA - Warren City, OH YT - Youngstown C, OH Total State and Local  104.10 9,078.26 210.18 13,822.45 11,259.37 173.48 12,509.26 267.97 13,289.17 12,726.63 8,500.92 81,941.72  Total Payroll Taxes  848.05 53,628.54 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.24  Non-Payroll Taxes  GA Dept. of Revenue - Sales and Use Tax - Nov. '09 Pickens County GA - Property Tax  115,129.05 115,129.05 115,129.05 116,716.5  Total Non Payroll Taxes  115,129.05 1 1,671.65 1 12,057.95 1 1		-	-	-	-	-	-	-	-	-	-	-	-
WA-Warren City, OH YT- Youngstown C, OH Total State and Local 104.10 9,078.26 210.18 13,822.45 11,259.37 173.48 12,509.26 267.97 13,289.17 12,726.63 8,500.92 81,941.72 Total Payroll Taxes 848.05 53,628.54 80,173.70 71,685.57 71,346.75 71,346.75 77,575.07 81,361.38 50,413.19 487,032.25 Non-Payroll Taxes GA Dept. of Revenue - Sales and Use Tax - Nov. '09 15/ckens County GA - Property Tax 115,129.05 115,129		-	-	-	-	-	-	-	-	-	-	-	-
Total Payroll Taxes  848.05 53,628.54 - 80,173.70 71,685.57 - 71,346.75 - 77,575.07 81,361.38 50,413.19 487,032.25    Non-Payroll Taxes  GA Dept. of Revenue - Sales and Use Tax - Nov. '09 115,129.05 115,129.05    (Silmer County GA - Property Tax 115,129.05    New York State Sales and Use Tax  115,129.05 - 1,671.65 - 12,057.95 -		-	-	-	-	-	-	-	-	-	-	-	-
Total Payroll Taxes  848.05 53,628.54 - 80,173.70 71,685.57 - 71,346.75 - 77,575.07 81,361.38 50,413.19 487,032.25  Non-Payroll Taxes  GA Dept. of Revenue - Sales and Use Tax - Nov. '09  Fickens County GA - Property Tax  Gilmer County GA - Property Tax  New York State Sales and Use Tax  10,704.42  115,129.05  10,704.42  10,704.4			-	-	-	-	-	-	-	-	-	-	
Non-Payroll Taxes GA Dept. of Revenue - Sales and Use Tax - Nov. '09 Pickens County GA - Property Tax 115,129.05 Gilmer County GA - Property Tax New York State Sales and Use Tax  115,129.05 115,129.05 116,704.42 10,7	Total State and Local	104.10	9,078.26	210.18	13,822.45	11,259.37	173.48	12,509.26	267.97	13,289.17	12,726.63	8,500.92	81,941.79
GA Dept. of Revenue - Sales and Use Tax - Nov. '09 Pickens County GA - Property Tax 115, 129.05 115, 129.05 110,704.42 New York State Sales and Use Tax  Total Non Payroll Taxes 115, 129.05 115, 129.	Total Payroll Taxes	848.05	53,628.54	-	80,173.70	71,685.57	-	71,346.75	=	77,575.07	81,361.38	50,413.19	487,032.25
GA Dept. of Revenue - Sales and Use Tax - Nov. '09   1,671.65	Non-Payroll Taxos		·				·		·		·	_	
Pickens County GA - Property Tax     115,129.05       Gilmer County GA - Property Tax     10,704.42       New York State Sales and Use Tax     1,353.53       Total Non Payroll Taxes     115,129.05 - 1,671.65 - 12,057.95 12,057.95 128,858.68					1 671 6F								1 671 65
Gilmer County GA - Property Tax     10,704.42     10,704.42       New York State Sales and Use Tax     1,353.53     1,353.53       Total Non Payroll Taxes     115,129.05 - 1,671.65 - 12,057.95 12,057.95 128,858.62		115.129.05			1,07 1.00								115,129.05
New York State Sales and Use Tax 1,353.53 1,353.	Gilmer County GA - Property Tax	2, -21.30						10,704.42					10,704.42
Total Non Payroll Taxes 115,129.05 1,671.65 12,057.95 128,858.6													1,353.53
Total Non Payroll Taxes 115,129.05 1,671.65 12,057.95 128,858.6													-
													-
Total Taxes 115,977.10 53,628.54 - 81,845.35 71,685.57 - 83,404.70 - 77,575.07 81,361.38 50,413.19 615,890.50	Total Non Payroll Taxes	115,129.05	-		1,671.65	-	-	12,057.95	-	-	-	-	128,858.65
	Total Taxes	115.977.10	53.628.54		81,845.35	71,685.57		83,404.70		77,575.07	81,361.38	50.413.19	615,890.90
			-	-	-	- 1,000.07	-	-	-		-	-	

#### SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable.

			Number of I	Days Past Due		
	Current	0-30	31-60	61-90	Over 91	Total
Accounts Payable						
Wages Payable						
Taxes Payable						
Rent/Leases-Building						
Rent/Leases-Equipment	The		noid noot notit	ion dobto All d	lebts are eithe	
Secured Debt/Adequate	- 111		paid post petit paid or within		iedis are entre	
Professional Fees			paid of within	credit terris.		
Amounts Due to Insiders			-	-		
Other:						
Other:						
Total Post-petition Debts						

# 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 8 of 10

In re Lexington Precision Corporation - Consolidated	Case No. 08-11153 & 08-11156
Debtor	Reporting Period: December 2009

## **PRELIMINARY**

## **UNAUDITED**

#### ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	8,715,662.39
Plus: Amounts billed during the period	4,598,741.87
Less: Amounts collected during the period	5,989,424.01
Less: Miscellaneous adjustments	123,471.36
Total Accounts Receivable at the end of the reporting period	7,201,508.89

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	4,034,542.45	-	-	-	4,034,542.45
31 - 60 days old	-	2,312,054.19	-	-	2,312,054.19
61 - 90 days old	-	-	577,357.32	-	577,357.32
91+ days old	-	-	-	277,554.93	277,554.93
Total Accounts Receivable	4,034,542.45	2,312,054.19	577,357.32	277,554.93	7,201,508.89
Less: Bad Debts (Amount considered uncollectible)	-	-	-	-	220,000.00
Plus: Accrual adjustment	-	-	-	-	44,000.00
Net Accounts Receivable	-	-	-	-	7,025,508.89

#### TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old					
31 - 60 days old					
61 - 90 days old			All taxes are current		
91+ days old			All taxes are current		
Total Taxes Payable					
Total Accounts Payable					

### Pg 9 of 10

in re LEXINGTON PRECISION CORPORATION	Case No. 08-11153 & 08-11156
Debtor	Reporting Period: December 2009

#### PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31) (A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

	INSIDERS		
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
Michael Lubin	Debtor-in-Possession Interest	16,666.67	
William B. Conner	Debtor-in-Possession Interest	12,500.00	
Kenneth I. Greenstein	Phone Audit Meeting Fee	750.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	Phone Audit Meeting Fee	750.00	
Elizabeth H. Ruml	Phone Audit Meeting Fee	750.00	
Dennis J. Welhouse	12/15/09 Salary	6,716.67	
Dennis J. Welhouse	12/31/09 Salary	6,716.67	
Lubin, Delano & Company			1,473,400.00
Michael Lubin			374,026.92
William B. Conner			309,845.90
Kenneth I. Greenstein			37,450.00
Phoenix Advisors, LLC (Joseph A. Pardo)	-		37,100.00
Elizabeth H. Ruml			38,843.31
Dennis J. Welhouse			282,100.14
	TOTAL PAYMENTS TO IN	SIDERS 44,850.01	

PROFESSIONALS						
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID*	
Andrews Kurth LLP			0.00	1,325,389.42	506,199.71	
Thompson Hine LLP (1)			7,003.00	115,834.19		
Malin, Bergquist & Company, LLP			20,000.00	384,494.59		
Stout Risius Ross, Inc.			81,602.41	772,866.40	282,223.41	
Weil, Gotshal & Manges LLP			120,769.88	1,902,478.58	290,415.19	
W.Y. Campbell & Company			42,115.45	832,213.45	294,479.72	
Snell & Wilmer (2)			0.00	18,848.92		
Nixon Peabody LLP			15,890.06	225,916.39		
Goldin Associates			3,297.44	65,025.24		
Buck Consultants			0.00	13,234.00		
Bureau Veritas			0.00	7,950.83		
	TOTAL PAYMENTS TO PROFESSIONALS		290,678.24			

<sup>\*</sup> INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

## POST-PETITION STATUS OF SECURED NOTES AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST PETITION
CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815 and Webster Business Credit Corporation 3600 Lexington Avenue, 5th Floor New York, NY 10017	208,333.33	208,333.33	4,166,666.80
CSE Mortgage LLC and DMD Special Situations units of CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815	61,111.11	61,111.11	12,555,555.60
Commercial Alloys 1831 Highland Road Twinsburg, OH 44087	0.00	0.00	0.00
Great American Leasing Corporation PO Box 609 Cedar Rapids, Iowa 52406-0609	1,161.21	0.00	15,883.58
	TOTAL PAYMENTS	269,444.44	16,738,105.98

<sup>(1)</sup> Total paid to date includes \$3,669.25 paid from retainer.(2) Total paid to date includes \$1,212.00 paid from retainer.

# 08-11153-scc Doc 838 Filed 02/16/10 Entered 02/16/10 10:41:22 Main Document Pg 10 of 10

In re Lexington Precision Corporation - Consolidated	Case No. 08-11153 & 08-11156
Debtor	Reporting Period: December 2009

## **DEBTOR QUESTIONNAIRE**

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.	Yes	No
Have any assets been sold or transferred outside the normal course of business this reporting period?		X
Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		X
Is the Debtor delinquent in the timely filing of any post-petition tax returns?		X
Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		X
Is the Debtor delinquent in paying any insurance premium payment?		X
Have any payments been made on pre-petition liabilities this reporting period?		X
Are any post petition receivables (accounts, notes or loans) due from related parties?		X
Are any post petition payroll taxes past due?		X
Are any post petition State or Federal income taxes past due?		X
Are any post petition real estate taxes past due?		X
Are any other post petition taxes past due?		X
Have any pre-petition taxes been paid during this reporting period?		X
Are any amounts owed to post petition creditors delinquent?		X
Are any wage payments past due?		X
Have any post petition loans been received by the Debtor from any party?		X
Is the Debtor delinquent in paying any U.S. Trustee fees?		X
Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		X
Have the owners or shareholders received any compensation outside of the normal course of business?	Yes	See footnote (1)

<sup>(1)</sup> Michael A, Lubin, Chairman of the Board, and William B. Conner, a Director of the Company, received DIP interest during December 2009 in the amounts of \$16,666.67 and \$12,500.00, respectively.